

BEFORE THE ARIZONA CORPORATION COMMISSION

2 COMMISSIONERS

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BOB STUMP - Chairman GARY PIERCE BRENDA BURNS BOB BURNS

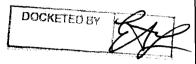
SUSAN BITTER SMITH

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VZ CORP COMMISSION DOCKET CONTROL Arizona Corporation Commission

APR 1 4 2014



In the matter of:

BRIAN C. HAGEMAN, an unmarried man,

DELUGE, INC, a dissolved Delaware corporation,

HYDROTHERM POWER CORPORATION, a dissolved Delaware corporation,

Respondents.

DOCKET NO. S-20896A-13-0378

ORIGINAL

FOURTH
PROCEDURAL ORDER
(Continues Hearing)

BY THE COMMISSION:

On November 5, 2013, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing ("Notice") against Brian C. Hageman, Deluge, Inc. ("Deluge") and Hydrotherm Power Corporation ("Hydrotherm") (collectively "Respondents"), in which the Division alleged multiple violations of the Arizona Securities Act ("Act") in connection with the offer and sale of securities in the form of stock and/or investment contracts.¹

Respondent Hageman was duly served with a copy of the Notice.

On November 12, 2013, Respondent Hageman filed a request for hearing in response to the Notice in this matter pursuant to A.R.S §44-1972 and A.A.C. R14-4-306.

On November 15, 2013, by Procedural Order, a pre-hearing conference was scheduled on December 10, 2013.

On December 10, 2013, at the pre-hearing conference, the Division appeared through counsel and Respondent appeared on his own behalf. Counsel for the Division requested that a hearing be scheduled for approximately one week. Respondent had no objections to this request.

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¹ Both Deluge and Hydrotherm are dissolved Delaware corporations.

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On December 11, 2013, by Procedural Order, a hearing was scheduled to commence on April 14, 2014.

On March 20, 2014, Respondent Hageman filed a Request for Continuance ("Request") which stated that the "Respondents request a continuance in order to secure legal counsel."

On March 24, 2014, the Division filed a Response to Request for Continuance objecting to Respondent's Request.

On April 3, 2014, by Procedural Order, the hearing was vacated and a procedural conference scheduled on April 14, 2014, in place of the hearing.

On April 14, 2014, at the procedural conference, the Division appeared through counsel and Respondent Hageman also appeared. Mr. Hageman reiterated that he is seeking counsel and that he would be speaking with the Division's counsel about a resolution of the issues raised by the Notice. A date for rescheduling the proceeding was also discussed.

Accordingly, the hearing should be continued.

IT IS THEREFORE ORDERED that a hearing shall be continued to **July 14, 2014, at 10:00** a.m., at the Commission's offices, 1200 West Washington Street, Hearing Room No. 1, Phoenix, Arizona.

IT IS FURTHER ORDERED that the parties shall reserve July 15, 16, 17 and 18, 2014 for additional days of hearing, if necessary.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized Communications) is in effect and shall remain in effect until the Commission's Decision in this matter is final and non-appealable.

IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission pro hac vice.

IT IS FURTHER ORDERED that withdrawal or representation must be made in compliance with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the Rules of the Arizona Supreme Court). Representation before the Commission includes appearances at all hearings and procedural conferences, as well as all Open Meetings for which the matter is

1	scheduled for discussion, unless counsel has previously been granted permission to withdraw by the	
2	Administrative Law Judge or the Commission.	
3	IT IS FURTHER ORDERED that the Presiding Administrative Law Judge may rescind, alter,	
4	amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by	
5	ruling at hearing.	
6	DATED this day of April, 2014.	
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8	May Sun	
9	MARC E. STERN ADMINISTRATIVE LAW JUDGE	
10		
11	Copies of the foregoing mailed/delivered this 14 th day of April, 2014 to:	
12	Brian Hageman 18832 N. 95 th Street	
13	Scottsdale, AZ 85255	
14	Matt Neubert, Director Securities Division	
15	ARIZONA CORPORATION COMMISSION	
16	1300 West Washington Street Phoenix, AZ 85007	
17	COASH & COASH, INC.	
18	Court Reporting, Video and Videoconferencing 1802 North 7 th Street	
19	Phoenix, AZ 85006	
20		
21	By: Robans Hand	
22	Rebecca Unquera Assistant to Marc E. Stern	
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